

DOUGLAS COUNTY, KANSAS

SPECIAL PURPOSE
FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2010

AND

INDEPENDENT AUDITORS' REPORT

DOUGLAS COUNTY, KANSAS

SPECIAL PURPOSE
FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2010

AND

INDEPENDENT AUDITORS' REPORT

DOUGLAS COUNTY, KANSAS

**SPECIAL PURPOSE
FINANCIAL STATEMENTS**

Year Ended December 31, 2010

TABLE OF CONTENTS

Independent Auditors' Report..... 1 - 2

FINANCIAL SECTION

Statement 1 Summary of Cash Receipts, Expenditures, and
Unencumbered Cash 3 - 4

NOTES TO THE FINANCIAL STATEMENTS

Notes to the Financial Statements 5 - 18

Statement 2 Summary of Expenditures – Actual and Budget 19

Statement 3 Statement of Cash Receipts and Expenditures – Actual and Budget

3-1 General Fund..... 20 - 25

Special Revenue Funds

3-2 Ambulance..... 26
3-3 Economic Development..... 27
3-4 Emergency Cell Phone..... 28
3-5 Emergency Telephone Service..... 29
3-6 Employee Benefits..... 30
3-7 Motor Vehicle Operations 31
3-8 Road and Bridge..... 32
3-9 Special Alcohol 33
3-10 Special Building 34
3-11 Special Liability 35
3-12 Special Parks and Recreation 36
3-13 Youth Services-Juvenile Detention..... 37
3-14 Non-Budgeted Special Revenue Funds 38 - 39

Capital Project Funds

3-15 Capital Project Funds 40

DOUGLAS COUNTY, KANSAS

**SPECIAL PURPOSE
FINANCIAL STATEMENTS**

Year Ended December 31, 2010

TABLE OF CONTENTS (Continued)

Debt Service Fund

3-16	Debt Service Funds	41
------	--------------------------	----

Internal Service Fund

3-17	Internal Service Funds.....	42
------	-----------------------------	----

Agency Funds

Statement 4	Statement of Cash Receipts and Expenditures – Agency Funds.....	43
-------------	---	----

Component Unit

Statement 5	Statement of Cash Receipts and Expenditures Douglas County Extension Council Lawrence/Douglas County Health Department Douglas County Free Fair	44 - 45
-------------	--	---------

OTHER INFORMATION

	Other Post-Employment Benefits Schedule of Funding Progress	46
--	--	----

*This is a copy of the County's annual financial statements reproduced
from an electronic file. An original copy of this document
is available at the County's office*

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Douglas County, Kansas

We have audited the summary of cash receipts, expenditures, and unencumbered cash balances of the primary government of Douglas County, Kansas, the Lawrence/Douglas County Health Department, the Douglas County Extension Council, and the Douglas County Free Fair (collectively "the County") as of and for the year ended December 31, 2010 which collectively comprise the County's special purpose financial statement. This special purpose financial statement is the responsibility of the County's management. Our responsibility is to express an opinion on the special purpose financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described more fully in Note I.A. and I.B., the County has prepared this special purpose financial statement using accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the special purpose financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the County as of December 31, 2010, or the respective changes in financial position and changes in cash flows, where applicable, for the year then ended.

In our opinion, the special purpose financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the County as of December 31, 2010 and the aggregate cash receipts and disbursements for the year then ended, on the basis of accounting described in Note I.A. and I.B.

As described in Note IV.E., for 2010, the County changed its method of accounting to follow practices that demonstrate compliance with the cash basis and budget laws of the State of Kansas.

In accordance with *Government Auditing Standards*, we have also issued a report, dated August 4, 2011, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the special purpose financial statement. The summary of expenditures-actual and budget, individual fund statements of cash receipts and expenditures-actual and budget, statement of cash receipts and expenditures-agency funds and the statement of cash receipts and expenditures of the Douglas County Extension Council, Lawrence/Douglas County Health Department and Douglas County Free Fair (Statements 2, 3, 4 and 5 as listed in the table of contents) are presented for the purposes of additional information required by the Kansas Municipal Audit Guide. The statements identified in the preceding sentence have been subjected to the auditing procedures applied in the audit of the special purpose financial statement and, in our opinion, are fairly stated in all material respects in relation to the special purpose financial statement taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the special purpose financial statements as a whole. The Other Information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the special purpose financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the special purpose financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Allen, Gibbs & Houlik, L.C.
CERTIFIED PUBLIC ACCOUNTANTS

August 4, 2011
Wichita, Kansas

Douglas County, Kansas
 Summary of Cash Receipts, Expenditures, and Unencumbered Cash
 For the Year Ended December 31, 2010

Statement 1

	Beginning Unencumbered Cash Balance 1/1/2010 As Restated	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance 12/31/2010	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance 12/31/2010
GOVERNMENTAL TYPE FUNDS:						
GENERAL FUND	\$ 2,065,552	\$ 34,029,606	\$ 35,285,415	\$ 809,743	\$ 1,150,596	\$ 1,960,339
SPECIAL REVENUE FUNDS:						
Ambulance	(377,166)	3,553,360	3,616,387	(440,193)	571,184	130,991
Ambulance Capital Reserve	251,314	370,910	242,405	379,819	-	379,819
Economic Development	2,575	-	-	2,575	-	2,575
Emergency Cell Phone	91,309	192,049	79,889	203,469	253	203,722
Emergency Telephone Service	62,075	312,846	154,924	219,997	2,591	222,588
Employee Benefits	266,842	8,215,972	8,336,587	146,227	173,952	320,179
Motor Vehicle Operations	79,966	723,991	744,977	58,980	14,207	73,187
Road & Bridge	933,759	5,575,278	5,298,976	1,210,061	129,844	1,339,905
Special Alcohol	-	25,306	25,306	-	7,436	7,436
Special Building	95,283	308,402	396,300	7,385	42,961	50,346
Special Liability	248,081	1,363	108,340	141,104	-	141,104
Special Parks & Recreation	88,629	14,386	-	103,015	-	103,015
Youth Services-Juv Detention	206,109	1,681,428	1,641,299	246,238	40,123	286,361
Youth Services Grants	485,371	530,080	606,541	408,910	6,267	415,177
Community Correction Plan	85,863	482,355	513,771	54,447	7,690	62,137
Community Correction Benefit	10,285	-	-	10,285	-	10,285
Donations	78,125	16,534	5,350	89,309	-	89,309
Equipment Reserve	7,135,315	2,621,365	941,276	8,815,404	20,099	8,835,503
Grants Programs	236,778	229,086	231,998	233,866	3,940	237,806
Prosecutor Training & Assistance	31,662	7,761	7,474	31,949	1,331	33,280
Register of Deeds Technology	302,381	140,948	145,657	297,672	-	297,672
Sheriff Special Use	9,855	11,837	7,986	13,706	3,017	16,723
Special Law Enforcement Trust	102,566	56,161	40,925	117,802	162	117,964
Special Road, Bridge, Machinery and Equipment	196,047	-	-	196,047	-	196,047
Special Highway Improvement	1,161,109	-	954,795	206,314	-	206,314
TOTAL SPECIAL REVENUE FUNDS	11,784,133	25,071,418	24,101,163	12,754,388	1,025,057	13,779,445
CAPITAL PROJECTS FUNDS	16,215,332	4,247,684	4,067,540	16,395,476	332,236	16,727,712
DEBT SERVICE FUNDS:						
Bond and Interest	513,739	307,487	349,264	471,962	-	471,962
Local County Sales Tax	4,872,756	2,079,000	2,571,920	4,379,836	-	4,379,836
TOTAL DEBT SERVICE FUNDS	5,386,495	2,386,487	2,921,184	4,851,798	-	4,851,798
INTERNAL SERVICE FUNDS:						
Risk Management	32,836	300,323	642,031	(308,872)	340,337	31,465
Employee Benefit Trust	3,651,057	6,865,030	6,105,181	4,410,906	830,750	5,241,656
TOTAL INTERNAL SERVICE FUNDS:	3,683,893	7,165,353	6,747,212	4,102,034	1,171,087	5,273,121
TOTAL PRIMARY GOVERNMENT	39,135,405	72,900,548	73,122,514	38,913,439	3,678,976	42,592,415

The accompanying notes are an integral part of these financial statements.

Douglas County, Kansas
 Summary of Cash Receipts, Expenditures, and Unencumbered Cash
 (Continued)
 For the Year Ended December 31, 2010

Statement 1

	Beginning Unencumbered Cash Balance 1/1/2010	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance 12/31/2010	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance 12/31/2010
COMPONENT UNITS:						
Douglas County Extension Council	\$ 552,312	\$ 619,641	\$ 620,325	\$ 551,628	\$ -	\$ 551,628
Lawrence/Douglas County Health Dept	1,595,470	3,639,599	3,255,464	1,979,605	-	1,979,605
Douglas County Free Fair	85,013	230,698	234,594	81,117	-	81,117
TOTAL COMPONENT UNITS	<u>2,232,795</u>	<u>4,489,938</u>	<u>4,110,383</u>	<u>2,612,350</u>	<u>-</u>	<u>2,612,350</u>
	<u>\$ 41,368,200</u>	<u>\$ 77,390,486</u>	<u>\$ 77,232,897</u>	<u>\$ 41,525,789</u>	<u>\$ 3,678,976</u>	<u>\$ 45,204,765</u>

Composition of Cash: Petty Cash	\$ 2,500
Checking Account and Repurchase Agreement - UMB Bank	66,299,459
Investment Account - Kansas Municipal Investment Pool	1,374,015
Investments - Commerce Bank	2,087,857
Money Market - Central National Bank	538,467
Repurchase Agreement - MidAmerica	1,000,000
Savings Account - Baldwin State Bank	1,500,000
Certificates of Deposit - Bank of the West	4,000,000
Certificates of Deposit - Sunflower Bank	1,000,000
Certificates of Deposit - Kansas State Bank	2,000,000
Certificates of Deposit - Commerce Bank	13,500,000
Certificates of Deposit - Capitol Federal	7,500,000
Certificates of Deposit - US Bank	1,000,000
Certificates of Deposit - MidAmerica	2,000,000
Certificates of Deposit - Central National Bank	4,522,910
Employee Benefits Trust - Douglas County Bank	5,241,656
Inmate Funds	5,323
Checking Account - District Attorney	83,050
Checking Account - Sheriff Bond Fund	11,994
Checking Account - Sheriff Reward Fund	12,002
Health Department	1,979,605
Extension Council	551,628
Free Fair Board	81,117
Total Cash	<u>116,291,583</u>
Less Agency Funds per Statement 4	(71,086,818)
Total balance per Treasurer's reconciliation	<u>\$ 45,204,765</u>

The accompanying notes are an integral part of these financial statements.

DOUGLAS COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

INDEX

- I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**
 - A. Reporting Entity
 - B. Measurement Focus, Basis of Accounting, and Basis of Presentation
 - 1. Measurement Focus
 - 2. Basis of Accounting
 - 3. Basis of Presentation
 - C. Deposits and Investments, and Long-Term Liabilities
 - 1. Deposits and Investments
 - 2. Compensated Absences

- II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**
 - A. Budgetary Information
 - B. Budget Violations and Deficit Cash

- III. DETAILED NOTES ON THE FUNDS AND ACCOUNT GROUPS**
 - A. Cash and Investments
 - B. Long-Term Liabilities
 - C. Conduit Debt
 - D. Interfund Transfers

- IV. OTHER INFORMATION**
 - A. Commitments and Contingencies
 - 1. Litigation
 - 2. Grants
 - B. Risk Management
 - C. Pension and Other Benefits
 - 1. KPERS and KP&F
 - 2. Deferred Compensation Plan
 - 3. Other Post-Employment Benefits
 - D. Cost Sharing Arrangements
 - E. Prior Period Adjustments

DOUGLAS COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Douglas County, Kansas (County) is organized under the laws of the State of Kansas (Kansas or State) and is governed by a three member commission. These financial statements present the County and its component units, entities for which the County is considered to be financially accountable. Each discretely presented component unit has a December 31 year end.

Discretely Presented Component Units

The Douglas County Extension Council (Council) provides services in such areas as agriculture, home economics and 4-H clubs to all persons in the County. The Council is governed by an elected four-member executive board. The County levies taxes for the support of the Council.

The Lawrence/Douglas County Health Department (Health Department) provides health care and education to citizens of the County. It is governed by a five-member board (two members are appointed by the County, two by the City of Lawrence, and one is jointly appointed). The City of Lawrence provides office space for the Health Department. The County provides funding through the annual appropriation of the health fund tax levy.

The Douglas County Free Fair (Free Fair) manages and controls the business of the fair association and its property. The Free Fair's Board of Directors, representing each township within the County, is appointed by the County Commission. The County provides an annual appropriation to the Free Fair.

Separate financial statements are not available for each of the discretely presented component units.

B. Measurement Focus, Basis of Accounting, and Basis of Presentation

1. Measurement Focus

The accounts of the County are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for separately. Funds are classified into three categories: governmental, fiduciary, and proprietary. Within each of these three categories there are one or more fund types. The County uses the following fund types:

Governmental Fund Types

These are the funds through which most governmental functions typically are financed. The funds included in this category are as follows:

General Fund – This fund is established to account for resources devoted to financing the general services that the County performs for its citizens. General tax revenues and other sources of revenue used to finance the fundamental operations of the County are included in this fund. This fund is charged with all costs of operating the government for which a separate fund has not been established.

Special Revenue Funds – These funds are established to account for the proceeds of specific revenue sources other than special assessments or major capital projects that are legally restricted to expenditures for specified purposes.

Debt Service Funds – These funds are established for the purpose of accumulating resources for the payment of interest and principal on long-term general obligation debt.

Capital Project Funds – These funds account for financial resources to be used for the acquisition or construction of major capital facilities.

Internal Service Funds

These funds are used to account for risk management reserves, workers' compensation reserves, and health, dental and life reserves, which are services provided to other departments on a cost-reimbursement basis.

Fiduciary Fund Types

Agency funds - These funds are used to account for assets received for, held for, and disclosed to individuals, other state and local government unit funds, or other governmental or private sector organizations.

2. Basis of Accounting

The County prepares its financial statements on a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund from which the cash is transferred. Expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services and are usually evidenced by a purchase order or written contract.

The municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

3. Basis of Presentation

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances and expenditures compared to budget. Balance sheets that would have shown noncash assets, such as receivables, inventories and prepaid expenses, liabilities such as deferred revenue and matured principal and interest

payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year-end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with accounting principles generally accepted in the United States of America. Capital assets that account for the land, buildings, and equipment owned by the County are not presented in the financial statements. Also, long-term debt such as general obligation bonds, capital leases and compensated absences are not presented in the financial statements.

C. Deposits and Investments, and Long-Term Liabilities

1. Deposits and Investments

The County Treasurer maintains a cash and investment pool that is available for use by all funds. The pool has the general characteristics of demand deposit accounts in that each fund may deposit additional cash at any time and also effectively may withdraw cash at any time without prior notice or penalty. The pooled cash is invested to the extent available in authorized investments. In addition, cash and investments are separately maintained by other County officials and departments, third party trustees and fiscal agents.

The County's cash is considered to be active funds by management and is invested according to KSA 9-1401. The statute requires that banks eligible to hold active funds have a main or branch bank in the county and that the bank provide an acceptable rate for active funds.

Earnings from the investments are allocated to the general fund. Investments for the County as of December 31, 2010 consisted of certificates of deposit, a US Treasury Note, repurchase agreements, investments in the Kansas Municipal Investment Pool, and a money market fund, which are recorded at cost.

The County's investment policy and Kansas law (K.S.A. 12-1675 – 12-1677) allow monies not otherwise regulated by statute to be invested in:

1. Temporary notes of Douglas County, Kansas.
2. Time deposits, open accounts, or certificates of deposits with maturities of not more than two years.
3. Repurchase agreements with commercial banks, or state or federally chartered savings and loan associations that have offices located in Douglas County, Kansas.
4. U.S. Treasury bills or notes with maturities not exceeding two years.
5. U.S. government agency securities with a maturity of not more than four years.
6. The municipal investment pool fund operated by the Kansas Treasurer. This pool is not an SEC registered pool. The Pooled Money Investment Board (PMIB) provides the regulatory oversight for this pool.
7. A municipal investment pool established through the trust department of commercial banks that have offices located in Douglas County, Kansas.

In addition, the County's investment policy and Kansas law (K.S.A. 10-131) allows investment of the proceeds of bonds and temporary notes in the following in addition to those stated above:

1. U.S. government and agency obligations.
2. Time deposits with banks and trust companies in Douglas County, Kansas.
3. FNMA, FHLB, and FHLMC obligations.
4. Collateralized repurchase agreements.
5. Investment agreements with financial institutions, including broker/dealers whose obligations are rated in one of the three highest rating categories by either Moody's or Standard & Poor's.
6. Mutual funds whose portfolio consists entirely of obligations of the U.S. government, U.S. government agencies, FLMA, FHLB, and FHLMC.
7. Certain Kansas municipal bonds.

2. *Compensated Absences*

It is the County's policy to permit employees to accumulate vacation to a maximum of 290 hours for full-time employees and 145 hours for part-time employees. Accumulated vacation pay is payable upon termination or resignation from service from the County. During the first 4 years of employment, employees earn vacation at the rate of 3.75 hours per pay period; 5-9 years, employees earn 4.75 hours per pay period; 10-14 years, employees earn 5.50 hours per pay period; and after 15 years, 6.50 hours per pay period of vacation is earned each year.

All full-time equivalent employees earn sick leave at the rate of 4.75 hours per pay period, and may accumulate sick leave up to 1,040 hours. Upon retirement or termination, any employee, if employed for two years or more, shall be compensated for one-third accumulated sick leave up to a maximum of 240 hours at his or her regular rate of pay.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Kansas statutes require an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable of the legal annual operating budget:

- * Preparation of the budget for the succeeding calendar year on or before August 1.
- * Publication of the proposed budget and notice of public hearing in the local newspaper on or before August 5.
- * Public hearing on or before August 15, but at least 10 days after publication of notice of hearing.
- * Adoption of the final budget on or before August 25.

The County has the following levels of budget control:

- * The legal level of control is established at the fund level by Kansas statutes.
- * As allowed by Kansas statute, the governing body can increase the fund level expenditures by amending the budget. An amendment may only be made for previously unbudgeted increases in revenue other than ad valorem taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after the publication, the hearing may be held and the governing body may amend the budget at that time.

Budget comparison statements are presented for each budgeted fund showing actual receipts and expenditures compared to budgeted receipts and expenditures. These statements are shown at the legal level of control, which is at the fund level. Budgetary data in the financial statements represent the amended budget amounts.

All legal operating budgets are prepared using the statutory basis of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments for future payments and are supported by a document evidencing the commitment, such as purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end except for capital project funds appropriations, which are carried forward until such time as the project is completed or terminated. Encumbered appropriations are not reappropriated in the ensuing year's budget but are carried forward until liquidated or canceled.

A legal operating budget is not required for capital project funds, internal service funds, fiduciary funds, and the following special revenue funds:

- | | |
|----------------------------------|--|
| Ambulance Capital Reserve | Register of Deeds Technology |
| Community Correction Plan | Sheriff Special Use |
| Community Correction Benefit | Special Law enforcement Trust |
| Donations | Special Road & Bridge Machinery
Equipment |
| Equipment Reserve | Special Highway Improvement |
| Grants Programs | Youth Services Grants |
| Prosecutor Training & Assistance | |

Spending in the above funds that are not subject to the legal budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

B. Budget Violations and Deficit Cash

The following funds incurred expenditures in excess of budgeted expenditures, which violates K.S.A. 79-2935: Ambulance - \$168,705, Employee Benefits - \$88,893, Special Alcohol - \$5,806, Special Building - \$96,300, and Youth Services Juvenile Detention - \$40,682. Additionally, the Ambulance fund has a \$440,193 deficit balance in unencumbered cash as of December 31, 2010. The deficit cash and expenditures in excess of budget in Ambulance and Youth Services were due to year-end transfers, and in the other funds, it was due to overspending. These will be recovered by future revenues or transfers.

III. DETAILED NOTES ON THE FUNDS AND ACCOUNT GROUPS

A. Cash and Investments

Deposits – At year end, the carrying amount of deposits for the County was \$44,670,244 and the bank balance was \$45,144,370.

Investments - As of December 31, 2010, the County had the following investments and maturities:

Investment Type	Fair Value	Investment Maturity		Rating
		Less than 1	1 – 5 Years	
US Treasury Notes	\$ 2,087,857	\$ 2,087,857	\$ --	N/A
Money Market Funds	538,467	538,467	--	Unrated
Kansas Municipal Investment Pool	1,374,016	1,374,016	--	AAAf/S1+
Repurchase Agreements	67,621,000	66,621,000	1,000,000	AAA

Custodial Credit Risk. Custodial credit risk is the risk that, in the event of a bank failure, or failure of the counterparty, the County will not recover the value of its investments or collateral securities that are in possession of an outside party. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. As of December 31, 2010, \$295,932 of the County's deposits were exposed to custodial credit risk. The County has \$2,087,857 of U.S. Treasury securities that are held by the investment counterparty.

Credit Risk. State law limits the types of investments that the County may make. The County's investment policy does not add any further limitations.

Interest Rate Risk. State law limits investments in U.S. Treasury bills or notes and agency securities to those with maturities not exceeding two or four years, respectively, as discussed in Note I.C.1.

B. Long-Term Liabilities

Changes in long-term liabilities were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Primary Government:									
General Obligation Bonds - Governmental Funds:									
Series 2001A - Taxable G.O. Bonds	6.75 - 7.25%	03/01/01	\$ 345,000	08/01/21	\$ 260,000	\$ -	\$ 15,000	\$ 245,000	\$ 17,988
Series 2003A - Refunding Bonds	2.20 - 3.75%	05/01/03	8,175,000	08/01/16	6,330,000	-	55,000	6,275,000	230,733
Series 2003B - Refunding Bonds	2.20 - 3.50%	05/01/03	1,325,000	09/01/14	695,000	-	150,000	545,000	23,142
Series 2004A - Sales Tax Bonds	2.13 - 5.00%	05/01/04	13,650,000	08/01/19	13,210,000	-	1,745,000	11,465,000	541,188
Series 2005A General Obligation Bonds	2.75 - 3.50%	09/01/05	737,000	09/01/15	485,000	-	75,000	410,000	15,778
Series 2006A General Obligation Bonds	3.80 - 4.75%	08/15/06	255,000	09/01/16	190,000	-	49,000	141,000	7,419
Series 2008 General Obligation Bonds	4.00 - 4.75%	09/15/08	280,000	09/01/28	270,000	-	10,000	260,000	11,888
Series 2009A GO Improvement Bonds	2.63 - 4.25%	10/01/09	2,445,000	09/01/30	2,445,000	-	-	2,445,000	-
Total Bonded Indebtedness					23,885,000	-	2,099,000	21,786,000	848,136
Other Post Employment Benefits	N/A	N/A	N/A	N/A	14,113,141	6,674,747	524,000	20,263,888	-
Compensated Absences	N/A	N/A	N/A	N/A	3,062,900	2,126,456	2,067,737	3,121,619	-
Total Primary Government					41,061,041	8,801,203	4,690,737	45,171,507	848,136
Component Unit - Lawrence/Douglas Co. Health Dept.:									
Compensated Absences	N/A	N/A	N/A	N/A	164,402	58,307	124,082	98,627	-
Total Component Unit					164,402	58,307	124,082	98,627	-
Total Long-Term Liabilities					\$ 41,225,443	\$ 8,859,510	\$ 4,814,819	\$ 45,270,134	\$ 848,136

Funding received from the various bonds issuances was used to provide financing for improvements to certain roadways, sewers, the juvenile detention facility, judicial center, courthouse, spillway, fairground facilities and portions of the health department.

Maturities of long-term liabilities are as follows:

	YEAR								
	2011	2012	2013	2014	2015	2016-2020	2021-2025	2026-2030	Total
PRINCIPAL:									
<u>Primary Government:</u>									
General Obligation Bonds - Governmental Funds:									
Series 2001A - Taxable G.O. Bonds	\$ 15,000	\$ 15,000	\$ 15,000	\$ 20,000	\$ 20,000	\$ 130,000	\$ 30,000	\$ -	\$ 245,000
Series 2003A - Refunding Bonds	60,000	75,000	75,000	1,245,000	2,505,000	2,315,000	-	-	6,275,000
Series 2003B - Refunding Bonds	125,000	135,000	135,000	150,000	-	-	-	-	545,000
Series 2004A - Sales Tax Bonds	1,840,000	1,970,000	2,095,000	1,090,000	-	4,470,000	-	-	11,465,000
Series 2005A General Obligation Bonds	75,000	80,000	80,000	85,000	90,000	-	-	-	410,000
Series 2006A General Obligation Bonds	26,000	27,000	28,000	29,000	31,000	-	-	-	141,000
Series 2008 General Obligation Bonds	10,000	10,000	10,000	10,000	10,000	70,000	80,000	60,000	260,000
Series 2009A GO Improvement Bonds	35,000	30,000	40,000	50,000	110,000	600,000	710,000	870,000	2,445,000
TOTAL PRINCIPAL	\$ 2,186,000	\$ 2,342,000	\$ 2,478,000	\$ 2,679,000	\$ 2,766,000	\$ 7,585,000	\$ 820,000	\$ 930,000	\$ 21,786,000
INTEREST:									
General Obligation Bonds - Governmental Funds:									
Series 2001A - Taxable G.O. Bonds	\$ 16,900	\$ 15,813	\$ 14,800	\$ 13,788	\$ 12,438	\$ 39,372	\$ 2,100	\$ -	\$ 115,211
Series 2003A - Refunding Bonds	228,924	226,956	224,426	221,733	155,797	62,250	-	-	1,120,086
Series 2003B - Refunding Bonds	18,493	14,430	9,908	5,249	-	-	-	-	48,080
Series 2004A - Sales Tax Bonds	484,338	421,663	330,275	231,275	211,400	649,074	-	-	2,328,025
Series 2005A General Obligation Bonds	13,565	11,240	8,680	6,040	3,150	-	-	-	42,675
Series 2006A General Obligation Bonds	5,473	5,473	4,485	3,432	2,340	1,209	-	-	22,412
Series 2008 General Obligation Bonds	11,488	11,088	10,688	10,288	9,888	42,160	25,900	5,700	127,200
Series 2009A GO Improvement Bonds	176,345	91,088	90,300	89,250	87,938	386,313	273,963	114,111	1,309,308
TOTAL INTEREST	\$ 955,526	\$ 797,751	\$ 693,562	\$ 581,055	\$ 482,951	\$ 1,180,378	\$ 301,963	\$ 119,811	\$ 5,112,997
TOTAL PRINCIPAL AND INTEREST	\$ 3,141,526	\$ 3,139,751	\$ 3,171,562	\$ 3,260,055	\$ 3,248,951	\$ 8,765,378	\$ 1,121,963	\$ 1,049,811	\$ 26,898,997

C. Conduit Debt

The County has entered into conduit debt arrangements wherein the County issues industrial revenue bonds to finance a portion of the construction of facilities by private entities. In return, the private enterprises have executed mortgage notes or leases with the County. The County is not responsible for payment of the original bonds, but rather the debt is secured only by the cash payments agreed to be paid by the private enterprises under the terms of the mortgage or lease agreements. Generally, the conduit debt is arranged so that payments required by the private enterprises are equal to the mortgage payment schedule related to the original debt. The total outstanding balance on the conduit debt could not be determined at December 31, 2010; however, the original amount issued (to Cottonwood, Inc.) was \$2,725,000.

D. Interfund Transfers

A summary of interfund transfers is as follows:

To	From								Total
	General Fund	Employee Benefit	Ambulance	Road & Bridge	Special Highway	Special Liability	Youth Services	Motor Vehicle Operations	
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 160,000	\$ 160,000
Capital Improvement	4,000,000	-	-	-	-	-	-	-	4,000,000
Local County Sales Tax	2,079,000	-	-	-	-	-	-	-	2,079,000
Employee Benefit	397,950	-	-	-	-	-	-	-	397,950
Equipment Reserve	1,091,866	-	-	525,000	865,000	-	100,000	2,000	2,583,866
Risk Management	-	200,000	-	-	-	100,000	-	-	300,000
Ambulance Capital Reserve	-	-	370,000	-	-	-	-	-	370,000
CIP Sales Tax	164,000	-	-	-	-	-	-	-	164,000
Total	\$ 7,732,816	\$ 200,000	\$ 370,000	\$ 525,000	\$ 865,000	\$ 100,000	\$ 100,000	\$ 162,000	\$ 10,054,816

The County uses interfund transfers to share administrative cost between funds and allocate sales tax proceeds to certain special revenue funds.

IV. OTHER INFORMATION

A. Commitments and Contingencies

1. Litigation

The County can be a defendant in various legal actions pending or in process and other miscellaneous claims. The ultimate liability, if any, that might result from the final resolution of the above matters is not presently determinable. Management and the County's counsel are of the opinion that the final outcome of any such cases will not have an adverse material effect on the County's financial position.

2. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

B. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County carries commercial coverage for buildings and personal property, general liability, automobile fleet, inland marine, public official and employee errors and omissions, workers' compensation, medical

professional liability, boiler and machinery, lawyers professional liability, and law enforcement liability. Claims have not exceeded commercial coverage in any of the last three years, and coverage has not been reduced substantially from the prior year.

The County has established a limited risk management program for employees' health care insurance. The program includes a stop-loss provision for claims over \$150,000 per individual. The County is also self-insured with respect to its obligations to provide workers' compensation for its employees. The estimated liability for payment of incurred (both reported and unreported) but unpaid claims for both programs are recorded in the Employee Benefit Trust Internal Service Fund. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends, including frequency and amounts of payouts, and other economic and social factors.

Changes in self-insured claims liabilities are as follows:

	<u>2010</u>
Estimated unpaid claims, January 1	\$ 705,191
Incurred claims (including reported and unreported)	5,538,937
Claim payments	<u>(5,073,966)</u>
Estimated unpaid claims, December 31	<u>\$ 1,170,162</u>

Liabilities related to risks of loss are reported when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. The County has reserved \$4,102,034 of unencumbered cash in the Risk Management Fund and the Employee Benefits Trust for future health and workers' compensation claims.

C. Pension and Other Benefits

1. *KPERS and KP&F*

Plan description – The County participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS, (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy – K.S.A. 74-4919 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. Effective July 1, 2009, benefits and funding is based on a two tier schedule. Tier 1 members are active and contributing members hired prior to July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1 2009. The KPERS member-employee contribution rates are 4% of covered salary for Tier 1 members and 6% of covered salary for Tier 2 members.

The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. Kansas law provides the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the contribution rates for KPERS employers. The employer rate established by statute for calendar year 2010 was 7.14%. There was a moratorium on the 1% contribution for Group Death and Disability Insurance from April 1 to June 30th during which the rate was 6.14%. The County contributions to KPERS for the years ended December 31, 2010, 2009, and 2008, were \$854,581 and \$749,561, \$761,664, respectively, equal to the statutory required contributions for each year.

K.S.A. 74-4975 establishes the KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of

section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates. The KP&F uniform participating employer rate established for the year beginning January 1, 2010 is 15.63%. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. Douglas County employer contributions to KP&F for the years ending December 2010, 2009, and 2008 were \$887,079, \$952,418, and \$982,994, respectively, equal to the statutory required contributions for each year.

2. Deferred Compensation Plan

The County offers its employees a deferred compensation plan (the Plan) created in accordance with Internal Revenue Code Section 457. The Plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Plan assets are transferred to a plan agent in a custodial trust and are not available to pay the claims of the County’s general creditors. Therefore, the liability and corresponding assets are not reflected in the financial statements.

3. Other Post Employment Benefits

The County sponsors a single-employer defined benefit healthcare plan that provides healthcare benefits to retirees and their dependents to age 65. The Douglas County Retiree Healthcare Plan (Plan) provides medical benefits to eligible retirees and their spouses. KSA 12-5040 requires all local governmental entities in the state that provide a group healthcare plan to make participation available to all retirees and dependents until the retiree reaches the age of 65 years. No separate financial report is issued for the Plan.

The contribution requirements of plan participants and the County are established and amended by the County. The required contribution is based on projected pay-as-you-go financing requirements. The County contributed approximately \$524,000 of total premiums to the Plan, which includes the expected implicit rate subsidy being provided. Plan participants contributed approximately 55% of total premiums to the Plan through their required contribution rates.

Annual OPEB Cost and Net OPEB Obligation – The County’s annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45, which requires an actuarial study to be performed at a minimum biennially. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the County’s annual OPEB cost for the Plan for the year, the amount actually contributed to the Plan, and the changes in the County’s net OPEB obligation to the Plan:

	2010
Annual required contribution	\$ 6,614,261
Interest on OPEB obligation	564,526
Adjustment to annual required contribution	(504,040)
Annual OPEB cost	6,674,747
Contributions made	(524,000)
Change in net OPEB obligation	6,150,747
Net OPEB obligation – beginning of year	14,113,141
Net OPEB obligation – end of year	\$ 20,263,888

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the year ended December 31, 2010 is as follows:

Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2008	\$ 7,293,494	5.77%	\$ 6,872,494
December 31, 2009	7,613,647	4.90%	14,113,141
December 31, 2010	6,674,746	7.85%	20,263,888

As of January 1, 2010, the most recent actuarial valuation date, the Plan was not funded. The actuarial liability for benefits was \$63.5 million, and there was no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$63.5 million. The covered payroll (annual payroll of active employees covered by the plan) was \$25.8 million and the ratio of the UAAL to the covered payroll was 246.4%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statement, presents multi-year trend information about whether the actuarial value of the plan assets (if any) are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions – Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan participants) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan participants to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2010, actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 4.0% investment rate of return, which is the rate of the employer's own investments as there are no plan assets, and an annual healthcare cost trend of 10%, reduced by decrements to an ultimate rate of 5% after seven years. The UAAL is being amortized as a level percent of pay over an open thirty-year period with 28 years remaining.

D. Cost Sharing Arrangements

The County has entered into various cost sharing arrangements with the City of Lawrence, Kansas (the City) to provide services and facilities. A listing of those arrangements is as follows:

In 1994, the City and the County agreed to combine their emergency communications services with the costs of the combined operations to be shared as follows: City 66% and County 34%. This agreement was modified in 1997 following the combination of the County emergency medical services and the City fire department in 1996 as discussed below.

In 1996, the County emergency medical services and the City fire department were combined with the City paying 74.36% and the County paying 25.64% of the operating costs of the combined operations. The County pays all the costs of buildings and equipment of the ambulance services and the City pays all the costs of buildings and equipment of the fire department.

As of the effective date of the 1996 agreement, all buildings, equipment and furniture were to be transferred to the ownership of the City. This agreement was later modified in 1997, 1998 and 2005.

In 1996, the City and County agreed to share equally in the cost of construction of a health facility to house the Lawrence-Douglas County Health Department, the Bert Nash Community Mental Health Center and the Douglas County Visiting Nurses Association. The agreement provided that on completion, the building, equipment and furniture would be owned by the City. This health facility was completed and occupied in 1997. A related agreement provides for the City and County to each pay half of the health facility maintenance and operating costs.

The County also pays 1/6th of the cost of the City's planning department.

In 2006, the County participated in the creation of the Lawrence-Douglas County Bioscience Authority (LDCBA), along with the City of Lawrence, the University of Kansas, and the Lawrence Chamber of Commerce. In December 2009, the City and County jointly acquired a building to be used by the LDCBA as a business incubator for life sciences companies. The acquisition was financed by general obligation bonds issued by the City. Debt service for the bonds is funded by rental revenue generated from leasing the building space. Should the rents received be insufficient to pay all the debt service on the bonds, the County has an agreement to pay the City 50% of such shortfall. Additionally, the County pays \$200,000 annually to help fund the LDCBA, an agreement which continues through 2018.

E. Prior Period Adjustments

Effective January 1, 2010, the County changed its method of accounting to prepare its financial statements on a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas. See Note I.B. for a complete description of this basis of accounting. The County had previously reported its financial statements in conformity with accounting principles generally accepted in the United States of America. The change in basis of accounting resulted in restatements in the General Fund, Ambulance Fund and Emergency Telephone Service Fund, for amounts previously recorded at December 31, 2009 as receivables that were collected as cash receipts during 2010. Under the basis of accounting adopted on January 1, 2010, such cash receipts are recognized when the cash balance of the fund is increased. Therefore, unencumbered cash as of January 1, 2010 was reduced by \$1,018,129 in the General Fund, by \$377,227 in the Ambulance Fund, and by \$94,310 in the Emergency Telephone Service Fund. Cash receipts recorded during 2010 were increased by those same amounts.

Douglas County, Kansas
 Summary of Expenditures - Actual and Budget
 For the Year Ended December 31, 2010

Statement 2

	Certified Budget	Expenditures Chargeable to Current Year	Variance Over (Under)
GOVERNMENTAL TYPE FUNDS:			
GENERAL FUND	\$ 36,051,257	\$ 35,285,415	\$ (765,842)
SPECIAL REVENUE FUNDS:			
Ambulance	3,447,682	3,616,387	168,705
Economic Development	-	-	-
Emergency Cell Phone	232,400	79,889	(152,511)
Emergency Telephone Service	385,000	154,924	(230,076)
Employee Benefits	8,247,694	8,336,587	88,893
Motor Vehicle Operations	786,000	744,977	(41,023)
Road & Bridge	6,239,973	5,298,976	(940,997)
Special Alcohol	19,500	25,306	5,806
Special Building	300,000	396,300	96,300
Special Liability	189,381	108,340	(81,041)
Special Parks & Recreation	96,212	-	(96,212)
Youth Services-Juvenile Detention	1,600,617	1,641,299	40,682
DEBT SERVICE FUNDS:			
Bond and Interest	812,736	349,264	(463,472)
Local County Sales Tax	6,951,756	2,571,920	(4,379,836)

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-1

<u>General Fund</u>			Variance- Over (Under)
	Actual	Budget	
Cash receipts:			
Taxes:			
Ad valorem property tax	\$ 22,329,771	\$ 22,165,251	\$ 164,520
Delinquent tax	410,057	205,000	205,057
Motor vehicle tax	2,105,922	2,273,950	(168,028)
In lieu of tax	593	776	(183)
Local county sales tax	5,263,242	5,345,000	(81,758)
Other taxes	14,386	34,000	(19,614)
Interest and penalties	402,971	330,000	72,971
Total taxes	<u>30,526,942</u>	<u>30,353,977</u>	<u>172,965</u>
Licenses, fees, and permits:			
Licenses, permits & fees	911,414	663,575	247,839
Charges for services	9,937	-	9,937
District court fees	459,530	462,200	(2,670)
Mortgage registration	1,445,785	1,560,000	(114,215)
Total licenses, fees, and permits	<u>2,826,666</u>	<u>2,685,775</u>	<u>140,891</u>
Use of money and property:			
Interest on idle funds	209,519	225,000	(15,481)
Total interest	<u>209,519</u>	<u>225,000</u>	<u>(15,481)</u>
Other:			
Rental income	102,927	96,800	6,127
Weed department receipts	84,857	68,400	16,457
Miscellaneous income	118,695	147,000	(28,305)
Transfers	160,000	-	160,000
Total other	<u>466,479</u>	<u>312,200</u>	<u>154,279</u>
Total cash receipts	<u>34,029,606</u>	<u>33,576,952</u>	<u>452,654</u>
Expenditures:			
Administration:			
Personal services	298,978	242,542	56,436
Miscellaneous	-	500	(500)
Total administration	<u>298,978</u>	<u>243,042</u>	<u>55,936</u>
Administrative services:			
Personal services	626,039	634,044	(8,005)
Contractual services	568,680	496,500	72,180
Miscellaneous	313	100	213
Total administrative services	<u>1,195,032</u>	<u>1,130,644</u>	<u>64,388</u>
Agencies county funded:			
Contractual	5,597,981	5,720,907	(122,926)
Total agency county funded	<u>5,597,981</u>	<u>5,720,907</u>	<u>(122,926)</u>
Appraiser:			
Personal services	552,068	575,070	(23,002)
Contractual services	8,366	17,775	(9,409)
Commodities	(396)	-	(396)
Capital outlay	-	1,000	(1,000)
Total appraiser	<u>560,038</u>	<u>593,845</u>	<u>(33,807)</u>
CIP projects - capital improvements:			
Transfers to CIP	4,000,000	4,000,000	-
Total CIP projects	<u>4,000,000</u>	<u>4,000,000</u>	<u>-</u>

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-1

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
<u>General Fund</u>			
Commissioners:			
Personal services	105,149	104,696	453
Contractual services	172,521	194,000	(21,479)
Miscellaneous	10,457	9,500	957
Total commissioners	<u>288,127</u>	<u>308,196</u>	<u>(20,069)</u>
Community service work program:			
Personal services	47,034	46,984	50
Contractual services	10	925	(915)
Commodities	281	600	(319)
Reimbursements	(16,643)	(24,254)	7,611
Total community service work program	<u>30,682</u>	<u>24,255</u>	<u>6,427</u>
Coroner:			
Personal services	1,885	2,040	(155)
Contractual services	149,721	178,200	(28,479)
Commodities	2,310	750	1,560
Total coroner	<u>153,916</u>	<u>180,990</u>	<u>(27,074)</u>
County Clerk:			
Personal services	330,141	312,038	18,103
Contractual services	2,771	3,795	(1,024)
Commodities	-	800	(800)
Miscellaneous	121	200	(79)
Total county clerk	<u>333,033</u>	<u>316,833</u>	<u>16,200</u>
Countywide:			
Personal services	14,292	14,100	192
Contractual services	565,984	566,180	(196)
Commodities	141,831	169,000	(27,169)
Capital outlay	15,773	2,000	13,773
Miscellaneous	2,617	7,500	(4,883)
Total countywide	<u>740,497</u>	<u>758,780</u>	<u>(18,283)</u>
Court operating:			
Personal services	180,647	142,620	38,027
Contractual services	645,317	788,500	(143,183)
Commodities	11,243	12,500	(1,257)
Capital outlay	49,177	15,750	33,427
Miscellaneous	4,490	5,000	(510)
Transfers	12,000	10,000	2,000
Total court operating	<u>902,874</u>	<u>974,370</u>	<u>(71,496)</u>
Court trustee:			
Personal services	384,062	386,028	(1,966)
Contractual services	8,445	5,400	3,045
Commodities	222	500	(278)
Capital outlay	2,623	3,000	(377)
Restitution court trustee	-	5,400	(5,400)
Miscellaneous	443	350	93
Total court trustee	<u>395,795</u>	<u>400,678</u>	<u>(4,883)</u>
District Attorney:			
Personal services	1,311,561	1,349,911	(38,350)
Contractual services	68,595	74,650	(6,055)
Capital outlay	-	500	(500)
Miscellaneous	6,665	-	6,665
Total district attorney	<u>1,386,821</u>	<u>1,425,061</u>	<u>(38,240)</u>

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-1

<u>General Fund</u>			Variance- Over (Under)
	<u>Actual</u>	<u>Budget</u>	
Elections:			
Personal services	85,910	111,915	(26,005)
Contractual services	126,839	108,375	18,464
Commodities	10,199	46,750	(36,551)
Total elections	<u>222,948</u>	<u>267,040</u>	<u>(44,092)</u>
Emergency communication center:			
Personal services	1,060,809	1,104,103	(43,294)
Contractual services	25,025	33,700	(8,675)
Commodities	19,174	21,900	(2,726)
Capital outlay	10,728	17,000	(6,272)
Miscellaneous	473	1,000	(527)
Reimbursements	(979,447)	(777,284)	(202,163)
Total emergency communication center	<u>136,762</u>	<u>400,419</u>	<u>(263,657)</u>
Emergency management:			
Personal services	113,497	108,807	4,690
Contractual services	26,146	32,902	(6,756)
Commodities	3,705	1,500	2,205
Capital outlay	920	7,000	(6,080)
Volunteer support	-	6,300	(6,300)
Miscellaneous	2,378	1,000	1,378
Transfers	2,500	2,500	-
Total emergency management	<u>149,146</u>	<u>160,009</u>	<u>(10,863)</u>
Fairgrounds:			
Personal services	10,014	9,785	229
Contractual services	37,399	26,500	10,899
Commodities	20,850	15,450	5,400
Total fairgrounds	<u>68,263</u>	<u>51,735</u>	<u>16,528</u>
Fairgrounds arena:			
Personal services	75,281	71,242	4,039
Contractual services	1,828	4,000	(2,172)
Commodities	3,366	7,500	(4,134)
Total fairgrounds arena	<u>80,475</u>	<u>82,742</u>	<u>(2,267)</u>
First Responders:			
Personal services	1,680	-	1,680
Contractual services	41,929	40,200	1,729
Commodities	4,886	4,500	386
Total first responders	<u>48,495</u>	<u>44,700</u>	<u>3,795</u>
Fleet operations:			
Personal services	178,280	191,100	(12,820)
Contractual services	35,945	52,280	(16,335)
Commodities	662,909	827,969	(165,060)
Capital outlay	8,187	8,000	187
Transfers	120,000	20,000	100,000
Total fleet operations	<u>1,005,321</u>	<u>1,099,349</u>	<u>(94,028)</u>
Geographic information system:			
Personal services	147,673	137,581	10,092
Contractual services	4,081	10,500	(6,419)
Commodities	-	1,250	(1,250)
Total geographic information system	<u>151,754</u>	<u>149,331</u>	<u>2,423</u>

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-1

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
<u>General Fund</u>			
Information technology:			
Personal services	640,088	647,544	(7,456)
Contractual services	214,751	248,680	(33,929)
Commodities	7,972	18,250	(10,278)
Capital outlay	207,738	226,088	(18,350)
Miscellaneous	247	500	(253)
Total information technology	<u>1,070,796</u>	<u>1,141,062</u>	<u>(70,266)</u>
Maintenance:			
Personal services	299,165	291,975	7,190
Contractual services	104,833	116,748	(11,915)
Commodities	65,016	70,004	(4,988)
Capital outlay	-	1,000	(1,000)
Reimbursements	(16,081)	(21,156)	5,075
Total maintenance	<u>452,933</u>	<u>458,571</u>	<u>(5,638)</u>
Noxious weeds:			
Personal services	85,334	80,341	4,993
Contractual services	5,776	6,750	(974)
Commodities	71,422	123,950	(52,528)
Transfers	10,000	10,000	-
Total noxious weeds	<u>172,532</u>	<u>221,041</u>	<u>(48,509)</u>
Parks:			
Personal services	114,353	111,126	3,227
Contractual services	21,050	29,125	(8,075)
Commodities	19,477	31,300	(11,823)
Capital outlay	-	350	(350)
Transfers	20,000	20,000	-
Total parks	<u>174,880</u>	<u>191,901</u>	<u>(17,021)</u>
Register of Deeds:			
Personal services	230,949	224,056	6,893
Total register of deeds	<u>230,949</u>	<u>224,056</u>	<u>6,893</u>
Shared costs & transfers:			
Contractual services	29,237	34,000	(4,763)
Commodities	411	-	411
Agencies and projects	791,866	1,086,783	(294,917)
Miscellaneous	3,924	30,000	(26,076)
Transfers	3,440,950	2,672,450	768,500
Total shared costs & transfers	<u>4,266,388</u>	<u>3,823,233</u>	<u>443,155</u>
Sheriff:			
Personal services	3,629,437	3,702,780	(73,343)
Contractual services	113,629	175,650	(62,021)
Commodities	51,312	54,550	(3,238)
Capital outlay	487,358	393,200	94,158
Total sheriff	<u>4,281,736</u>	<u>4,326,180</u>	<u>(44,444)</u>
Sheriff Clinton Lake Patrol:			
Personal services	35,831	40,500	(4,669)
Contractual services	95	-	95
Commodities	1,411	3,000	(1,589)
Capital outlay	-	14,000	(14,000)
Transfers	18,368	-	18,368
Total sheriff Clinton Lake patrol	<u>55,705</u>	<u>57,500</u>	<u>(1,795)</u>

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-1

General Fund

	Actual	Budget	Variance- Over (Under)
Sheriff inmate:			
Contractual services	28,509	16,400	12,109
Commodities	27,843	26,200	1,643
Capital outlay	2,368	8,600	(6,232)
Transfers	6,998	-	6,998
Total sheriff inmate	<u>65,718</u>	<u>51,200</u>	<u>14,518</u>
Sheriff jail:			
Personal services	4,194,632	4,282,533	(87,901)
Contractual services	359,417	794,900	(435,483)
Commodities	413,180	470,700	(57,520)
Capital outlay	123,989	82,500	41,489
Transfers	100,000	-	100,000
Total sheriff jail	<u>5,191,218</u>	<u>5,630,633</u>	<u>(439,415)</u>
Sheriff reentry management:			
Personal services	4,395	-	4,395
Contractual services	156	-	156
Total sheriff reentry management	<u>4,551</u>	<u>-</u>	<u>4,551</u>
Sheriff underwater recovery:			
Contractual services	5,555	7,500	(1,945)
Capital outlay	4,009	7,000	(2,991)
Total sheriff underwater recovery	<u>9,564</u>	<u>14,500</u>	<u>(4,936)</u>
Sustainability management:			
Personal services	(14,664)	-	(14,664)
Total sustainability management	<u>(14,664)</u>	<u>-</u>	<u>(14,664)</u>
Treasurer:			
Personal services	195,800	192,962	2,838
Contractual services	25,176	29,275	(4,099)
Commodities	35,169	24,000	11,169
Capital outlay	1,725	750	975
Transfers	2,000	2,000	-
Total treasurer	<u>259,870</u>	<u>248,987</u>	<u>10,883</u>
Utility building maintenance:			
Contractual services	18,955	23,600	(4,645)
Total utility building maintenance	<u>18,955</u>	<u>23,600</u>	<u>(4,645)</u>
Utilities:			
Contractual services	891,660	897,073	(5,413)
Reimbursements	(25,524)	(37,804)	12,280
Total utilities	<u>866,136</u>	<u>859,269</u>	<u>6,867</u>
Utility telephone:			
Contractual services	142,969	140,250	2,719
Capital outlay	-	10,000	(10,000)
Total utility telephone	<u>142,969</u>	<u>150,250</u>	<u>(7,281)</u>

Douglas County, Kansas
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended December 31, 2010

Statement 3-1

	<u>General Fund</u>		
	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Zoning:			
Personal services	269,243	274,748	(5,505)
Contractual services	18,729	21,600	(2,871)
Capital outlay	269	-	269
Total zoning	<u>288,241</u>	<u>296,348</u>	<u>(8,107)</u>
 Total expenditures	 <u>\$ 35,285,415</u>	 <u>\$ 36,051,257</u>	 <u>\$ (765,842)</u>
 Receipts over (under) expenditures	 (1,255,809)		
 Unencumbered cash, beginning	 3,083,681		
Prior period adjustment	<u>(1,018,129)</u>		
Unencumbered cash, beginning, as restated	2,065,552		
 Unencumbered cash, ending	 <u>\$ 809,743</u>		

Douglas County, Kansas

Statement 3-2

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Special Revenue Fund - Ambulance

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Ad valorem property tax	\$ 1,557,914	\$ 1,548,137	\$ 9,777
Delinquent tax	26,778	15,500	11,278
Motor vehicle tax	130,725	134,000	(3,275)
In lieu of tax	41	45	(4)
Charges for service	<u>1,837,902</u>	<u>1,750,000</u>	<u>87,902</u>
Total cash receipts	<u>\$ 3,553,360</u>	<u>\$ 3,447,682</u>	<u>\$ 105,678</u>
Expenditures:			
Contractual services	\$ 3,127,409	\$ 3,108,182	\$ 19,227
Commodities	99,916	103,300	(3,384)
Capital outlay	18,982	41,200	(22,218)
Transfers	370,000	195,000	175,000
Miscellaneous	<u>80</u>	<u>-</u>	<u>80</u>
Total expenditures	<u>\$ 3,616,387</u>	<u>\$ 3,447,682</u>	<u>\$ 168,705</u>
Receipts over (under) expenditures	(63,027)		
Unencumbered cash, beginning	61		
Prior period adjustment	<u>(377,227)</u>		
Unencumbered cash, beginning, as restated	(377,166)		
Unencumbered cash, ending	<u>\$ (440,193)</u>		

Douglas County, Kansas

Statement 3-3

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Special Revenue Fund - Economic Development

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
Ad valorem property tax	\$ -	\$ -	\$ -
Delinquent tax	-	-	-
Motor vehicle tax	-	-	-
In lieu of tax	-	-	-
Charges for service	-	-	-
Intergovernmental	-	-	-
Sale of property	-	-	-
Miscellaneous	-	-	-
	<hr/>	<hr/>	<hr/>
Total cash receipts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:			
Personal services	\$ -	\$ -	\$ -
Contractual services	-	-	-
Commodities	-	-	-
Capital outlay	-	-	-
Transfers	-	-	-
Miscellaneous	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Receipts over (under) expenditures	-		
Unencumbered cash, beginning	<u>2,575</u>		
Unencumbered cash, ending	<u>\$ 2,575</u>		

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-4

Special Revenue Fund - Emergency Cell Phone

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
911 emergency telephone service tax	\$ 191,330	\$ 180,000	\$ 11,330
Interest on idle funds	719	2,400	(1,681)
	\$ 192,049	\$ 182,400	\$ 9,649
Expenditures:			
Contractual services	\$ 78,454	\$ 131,000	\$ (52,546)
Capital outlay	1,435	68,400	(66,965)
Transfers	-	33,000	(33,000)
	\$ 79,889	\$ 232,400	\$ (152,511)
Receipts over (under) expenditures	112,160		
Unencumbered cash, beginning	91,309		
Unencumbered cash, ending	\$ 203,469		

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-5

Special Revenue Fund - Emergency Telephone Service

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
911 emergency telephone service tax	\$ 312,078	\$ 280,000	\$ 32,078
Interest on idle funds	768	5,000	(4,232)
	\$ 312,846	\$ 285,000	\$ 27,846
Expenditures:			
Contractual services	\$ 139,144	\$ 180,000	\$ (40,856)
Commodities	3	4,000	(3,997)
Capital outlay	15,777	201,000	(185,223)
	\$ 154,924	\$ 385,000	\$ (230,076)
Receipts over (under) expenditures	157,922		
Unencumbered cash, beginning	156,385		
Prior period adjustment	(94,310)		
Unencumbered cash, beginning, as restated	62,075		
Unencumbered cash, ending	\$ 219,997		

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-6

Special Revenue Fund - Employee Benefits

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
Ad valorem property tax	\$ 7,174,501	\$ 7,128,784	\$ 45,717
Delinquent tax	107,651	52,500	55,151
Motor vehicle tax	535,679	587,400	(51,721)
In lieu of tax	191	199	(8)
Transfers	397,950	397,950	-
Total cash receipts	\$ 8,215,972	\$ 8,166,833	\$ 49,139
Expenditures:			
Personal services	\$ 8,123,937	\$ 8,041,194	\$ 82,743
Contractual services	12,650	5,000	7,650
Transfers	200,000	200,000	-
Miscellaneous	-	1,500	(1,500)
Total expenditures	\$ 8,336,587	\$ 8,247,694	\$ 88,893
Receipts over (under) expenditures		(120,615)	
Unencumbered cash, beginning	266,842		
Unencumbered cash, ending	\$ 146,227		

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-7

Special Revenue Fund - Motor Vehicle Operations

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
Charges for service	\$ 723,991	\$ 731,000	\$ (7,009)
Total cash receipts	\$ 723,991	\$ 731,000	\$ (7,009)
Expenditures:			
Personal services	\$ 547,173	\$ 543,077	\$ 4,096
Contractual services	29,080	46,350	(17,270)
Commodities	6,724	12,000	(5,276)
Capital outlay	-	182,573	(182,573)
Transfers	162,000	2,000	160,000
Total expenditures	\$ 744,977	\$ 786,000	\$ (41,023)
Receipts over (under) expenditures	(20,986)		
Unencumbered cash, beginning	79,966		
Unencumbered cash, ending	\$ 58,980		

Douglas County, Kansas

Statement 3-8

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Special Revenue Fund - Road & Bridge

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Ad valorem property tax	\$ 3,303,505	\$ 3,279,907	\$ 23,598
Delinquent tax	62,767	34,000	28,767
Motor vehicle tax	322,972	328,500	(5,528)
Other taxes	-	3,300	(3,300)
In lieu of tax	88	112	(24)
Fees and permits	6,140	-	6,140
Charges for service	53,807	-	53,807
Intergovernmental	1,825,959	1,705,000	120,959
Miscellaneous	40	33,300	(33,260)
	<u>\$ 5,575,278</u>	<u>\$ 5,384,119</u>	<u>\$ 191,159</u>
Total cash receipts			
Expenditures:			
Personal services	\$ 2,324,181	\$ 2,252,026	\$ 72,155
Contractual services	1,381,698	1,430,025	(48,327)
Commodities	1,041,822	1,103,922	(62,100)
Capital outlay	26,275	54,000	(27,725)
Transfers	525,000	1,400,000	(875,000)
	<u>\$ 5,298,976</u>	<u>\$ 6,239,973</u>	<u>\$ (940,997)</u>
Total expenditures			
Receipts over (under) expenditures	276,302		
Unencumbered cash, beginning	<u>933,759</u>		
Unencumbered cash, ending	<u>\$ 1,210,061</u>		

Douglas County, Kansas

Statement 3-9

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Special Revenue Fund - Special Alcohol

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Special alcohol tax	<u>\$ 25,306</u>	<u>\$ 19,500</u>	<u>\$ 5,806</u>
Total cash receipts	<u><u>\$ 25,306</u></u>	<u><u>\$ 19,500</u></u>	<u><u>\$ 5,806</u></u>
Expenditures:			
Agencies	<u>\$ 25,306</u>	<u>\$ 19,500</u>	<u>\$ 5,806</u>
Total expenditures	<u><u>\$ 25,306</u></u>	<u><u>\$ 19,500</u></u>	<u><u>\$ 5,806</u></u>
Receipts over (under) expenditures	-		
Unencumbered cash, beginning	<u>-</u>		
Unencumbered cash, ending	<u><u>\$ -</u></u>		

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-10

Special Revenue Fund - Special Building

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
Ad valorem property tax	\$ 290,687	\$ 288,132	\$ 2,555
Delinquent tax	3,395	3,000	395
Motor vehicle tax	12,581	8,865	3,716
In lieu of tax	8	3	5
Miscellaneous	1,731	-	1,731
	<u>\$ 308,402</u>	<u>\$ 300,000</u>	<u>\$ 8,402</u>
Expenditures:			
Contractual services	\$ 345,591	\$ 200,000	\$ 145,591
Capital outlay	50,709	100,000	(49,291)
	<u>\$ 396,300</u>	<u>\$ 300,000</u>	<u>\$ 96,300</u>
Receipts over (under) expenditures	(87,898)		
Unencumbered cash, beginning	95,283		
Unencumbered cash, ending	\$ 7,385		

Douglas County, Kansas

Statement 3-11

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Special Revenue Fund - Special Liability

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Delinquent tax	\$ 307	\$ 500	\$ (193)
Motor vehicle tax	1,056	-	1,056
	<u>\$ 1,363</u>	<u>\$ 500</u>	<u>\$ 863</u>
Expenditures:			
Contractual services	\$ 7,440	\$ 40,000	\$ (32,560)
Capital outlay	-	139,381	(139,381)
Transfers	100,000	-	100,000
Miscellaneous	900	10,000	(9,100)
	<u>\$ 108,340</u>	<u>\$ 189,381</u>	<u>\$ (81,041)</u>
Receipts over (under) expenditures	(106,977)		
Unencumbered cash, beginning	<u>248,081</u>		
Unencumbered cash, ending	<u>\$ 141,104</u>		

Douglas County, Kansas
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Statement 3-12

Special Revenue Fund - Special Parks & Recreation

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
Special alcohol tax	\$ 14,386	\$ 11,200	\$ 3,186
Total cash receipts	\$ 14,386	\$ 11,200	\$ 3,186
Expenditures:			
Recreation facilities	\$ -	\$ 96,212	\$ (96,212)
Total expenditures	\$ -	\$ 96,212	\$ (96,212)
Receipts over (under) expenditures	14,386		
Unencumbered cash, beginning	88,629		
Unencumbered cash, ending	\$ 103,015		

Douglas County, Kansas

Statement 3-13

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Special Revenue Fund - Youth Services-Juvenile Detention

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
Ad valorem property tax	\$ 1,321,712	\$ 1,311,987	\$ 9,725
Delinquent tax	18,637	11,000	7,637
Motor vehicle tax	87,701	88,100	(399)
In lieu of tax	35	30	5
Other taxes	-	-	-
Charges for service			-
Intergovernmental	146,700	60,000	86,700
Interest on idle funds	2,843	4,500	(1,657)
Reimbursements	103,800	125,000	(21,200)
Transfers	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total cash receipts	<u>\$ 1,681,428</u>	<u>\$ 1,600,617</u>	<u>\$ 80,811</u>
Expenditures:			
Personal services	\$ 1,370,613	\$ 1,360,331	\$ 10,282
Contractual services	91,526	128,475	(36,949)
Commodities	67,265	95,125	(27,860)
Capital outlay	109	1,750	(1,641)
Debt payment	11,786	11,786	-
Transfers	100,000	-	100,000
Miscellaneous	-	3,150	(3,150)
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>\$ 1,641,299</u>	<u>\$ 1,600,617</u>	<u>\$ 40,682</u>
Receipts over (under) expenditures	40,129		
Unencumbered cash, beginning	<u>206,109</u>		
Unencumbered cash, ending	<u>\$ 246,238</u>		

Douglas County, Kansas
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2010

Non-budgeted Special Revenue Funds

	Ambulance Capital Reserve	Community Correction Plan	Community Correction Benefit	Donations	Equipment Reserve	Grants Programs	Prosecutor Training & Assistance
Cash receipts:							
Charges for services	\$ -	\$ 6,105	\$ -	\$ -	\$ -	\$ -	\$ 7,761
Licenses, permits, and fees	-	-	-	-	-	-	-
Intergovernmental	-	476,250	-	-	-	229,086	-
Miscellaneous	-	-	-	15,956	-	-	-
Interest income	910	-	-	578	37,499	-	-
Transfers	370,000	-	-	-	2,583,866	-	-
Total cash receipts	370,910	482,355	-	16,534	2,621,365	229,086	7,761
Expenditures:							
Personal services	-	503,753	-	3,556	-	164,666	-
Contractual services	-	19,140	-	-	83,949	54,097	7,474
Commodities	-	(9,122)	-	886	2,204	1,571	-
Capital outlay	239,366	-	-	-	820,302	9,413	-
Miscellaneous	3,039	-	-	908	34,821	2,251	-
Transfers	-	-	-	-	-	-	-
Total expenditures	242,405	513,771	-	5,350	941,276	231,998	7,474
Receipts over (under) expenditures	128,505	(31,416)	-	11,184	1,680,089	(2,912)	287
Unencumbered cash, beginning	251,314	85,863	10,285	78,125	7,135,315	236,778	31,662
Unencumbered cash, ending	<u>\$ 379,819</u>	<u>\$ 54,447</u>	<u>\$ 10,285</u>	<u>\$ 89,309</u>	<u>\$ 8,815,404</u>	<u>\$ 233,866</u>	<u>\$ 31,949</u>

(Continued)

Douglas County, Kansas
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2010

Non-budgeted Special Revenue Funds (continued)

	Register of Deeds Technology	Sheriff Special Use	Spec Law Enforcement Trust	Spec Rd Br Machinery Equipment	Special Highway Improvement	Youth Services Grants	Total
Cash receipts:							
Charges for services	\$ 139,324	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 153,190
Licenses, permits, and fees	-	11,837	18,924	-	-	-	30,761
Intergovernmental	-	-	-	-	-	530,080	1,235,416
Miscellaneous	-	-	36,720	-	-	-	52,676
Interest income	1,624	-	517	-	-	-	41,128
Transfers	-	-	-	-	-	-	2,953,866
Total cash receipts	140,948	11,837	56,161	-	-	530,080	4,467,037
Expenditures:							
Personal services	-	-	-	-	-	270,868	942,843
Contractual services	134,372	-	13,684	-	89,795	333,305	735,816
Commodities	-	7,986	9,052	-	-	2,368	14,945
Capital outlay	11,285	-	9,167	-	-	-	1,089,533
Miscellaneous	-	-	9,022	-	-	-	50,041
Transfers	-	-	-	-	865,000	-	865,000
Total expenditures	145,657	7,986	40,925	-	954,795	606,541	3,698,178
Receipts over (under) expenditures	(4,709)	3,851	15,236	-	(954,795)	(76,461)	768,859
Unencumbered cash, beginning	302,381	9,855	102,566	196,047	1,161,109	485,371	10,086,671
Unencumbered cash, ending	<u>\$ 297,672</u>	<u>\$ 13,706</u>	<u>\$ 117,802</u>	<u>\$ 196,047</u>	<u>\$ 206,314</u>	<u>\$ 408,910</u>	<u>\$ 10,855,530</u>

Douglas County, Kansas
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2010

Statement 3-15

Capital Project Funds

	<u>Capital Improvement Plan</u>	<u>Trafficway Construction</u>	<u>Juvenile Detention Center Construction</u>	<u>CIP Sales Tax</u>	<u>Total</u>
Receipts and other sources:					
Interest on idle funds	\$ 80,399	\$ -	\$ 10	\$ 3,275	\$ 83,684
Miscellaneous	-	-	-	-	-
Transfers	<u>4,000,000</u>	<u>-</u>	<u>-</u>	<u>164,000</u>	<u>4,164,000</u>
Total receipts and other sources	<u>4,080,399</u>	<u>-</u>	<u>10</u>	<u>167,275</u>	<u>4,247,684</u>
Expenditures:					
Contractual services	3,997,529	-	-	31,050	4,028,579
Miscellaneous	1,725	-	-	-	1,725
Capital outlay	<u>37,236</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,236</u>
Total expenditures	<u>4,036,490</u>	<u>-</u>	<u>-</u>	<u>31,050</u>	<u>4,067,540</u>
Receipts and other sources over (under) expenditures	43,909	-	10	136,225	180,144
Unencumbered cash, beginning	<u>15,544,318</u>	<u>44,721</u>	<u>1,763</u>	<u>624,530</u>	<u>16,215,332</u>
Unencumbered cash, ending	<u>\$ 15,588,227</u>	<u>\$ 44,721</u>	<u>\$ 1,773</u>	<u>\$ 760,755</u>	<u>\$ 16,395,476</u>

Douglas County, Kansas
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended December 31, 2010

Statement 3-16

Bond and Interest Fund

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Taxes	\$ 5,606	\$ 6,147	\$ (541)
Special assessments	301,644	304,000	(2,356)
Interest	<u>237</u>	<u>300</u>	<u>(63)</u>
Total cash receipts	<u>\$ 307,487</u>	<u>\$ 310,447</u>	<u>\$ (2,960)</u>
Expenditures:			
Principal	\$ 274,000	\$ 274,000	\$ -
Interest	75,264	76,216	(952)
Commission and postage	-	30,000	(30,000)
Future payments	<u>-</u>	<u>432,520</u>	<u>(432,520)</u>
Total expenditures	<u>\$ 349,264</u>	<u>\$ 812,736</u>	<u>\$ (463,472)</u>
Receipts over (under) expenditures	(41,777)		
Unencumbered cash, beginning	<u>513,739</u>		
Unencumbered cash, ending	<u>\$ 471,962</u>		

Local County Sales Tax

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Transfer	\$ 2,079,000	\$ 2,079,000	\$ -
Total cash receipts	<u>\$ 2,079,000</u>	<u>\$ 2,079,000</u>	<u>\$ -</u>
Expenditures:			
Principal	\$ 1,800,000	\$ 1,800,000	\$ -
Interest	771,920	771,920	-
Future payments	<u>-</u>	<u>4,379,836</u>	<u>(4,379,836)</u>
Total expenditures	<u>\$ 2,571,920</u>	<u>\$ 6,951,756</u>	<u>\$ (4,379,836)</u>
Receipts over (under) expenditures	(492,920)		
Unencumbered cash, beginning	<u>4,872,756</u>		
Unencumbered cash, ending	<u>\$ 4,379,836</u>		

Douglas County, Kansas
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2010

Statement 3-17

Internal Service Fund - Employee Benefits Trust

	Actual
Cash Receipts:	
Charges for services	\$ 6,764,028
Interest earnings	15,250
Miscellaneous	85,752
Total cash receipts	6,865,030
Expenditures:	
Claims paid	5,559,251
Contractual services	545,930
Total expenditures	6,105,181
Receipts over expenditures	759,849
Unencumbered cash, beginning	3,651,057
Unencumbered cash, ending	\$ 4,410,906

Internal Service Fund - Risk Management

	Actual
Cash Receipts:	
Interest earnings	\$ 323
Transfers	300,000
Total cash receipts	300,323
Expenditures:	
Personal services	624,459
Contractual services	17,572
Total expenditures	642,031
Receipts over expenditures	(341,708)
Unencumbered cash, beginning	32,836
Unencumbered cash, ending	\$ (308,872)

Douglas County, Kansas
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2010

Statement 4

Agency Funds

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Distributable Funds:				
Tax Accounts	\$ 64,490,319	\$ 109,151,842	\$ 105,139,890	\$ 68,502,271
Motor Vehicle Accounts	2,210,842	720,580	621,424	2,309,998
Total Distributable Funds	66,701,161	109,872,422	105,761,314	70,812,269
Other Agency Funds:				
Sheriff Seized Property	-	17,199	-	17,199
Sheriff Inmate Funds	8,644	144,740	148,061	5,323
Sheriff Reward Fund	11,985	17	-	12,002
Sheriff Bond Fund	-	975,093	963,099	11,994
District Attorney Funds	79,706	220,049	206,247	93,508
Employee Contribution	32,157	180,178	180,795	31,540
Kansas Commision Fees	-	105	-	105
Register of Deeds Holding	-	311	-	311
Payroll Holding	-	49	-	49
Employee Activities	3,387	4,059	3,153	4,293
Valley View	87,208	16,739	5,722	98,225
Total Other Agency Funds	223,087	1,558,539	1,507,077	274,549
Total Agency Funds	\$ 66,924,248	\$ 111,430,961	\$ 107,268,391	\$ 71,086,818

Douglas County, Kansas
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2010

Statement 5

Component Unit - Douglas County Extension Council

	Actual
Cash receipts:	
County appropriation	\$ 455,400
Charges for services	159,123
Miscellaneous	5,118
Total cash receipts	619,641
Expenditures:	
Personal services	423,615
Contractual services	83,516
Commodities	61,773
Capital outlay	51,421
Total expenditures	620,325
Receipts over expenditures	(684)
Unencumbered cash, beginning	552,312
Unencumbered cash, ending	\$ 551,628

Component Unit - Lawrence/Douglas Co Health Dept.

	Actual
Cash receipts:	
City/County appropriation	\$ 2,838,969
Grants	88,233
Fines, fees and permits	39,606
Charges for services	656,659
Interest	2,456
Miscellaneous	13,676
Total cash receipts	3,639,599
Expenditures:	
Personnel services	2,360,054
Contractual services	401,167
Commodities	460,644
Capital outlay	33,599
Total expenditures	3,255,464
Receipts over expenditures	384,135
Unencumbered cash, beginning	1,595,470
Unencumbered cash, ending	\$ 1,979,605

Douglas County, Kansas
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2010

Statement 5

Component Unit - Douglas County Free Fair

	Actual
Cash receipts:	
Charges for services	\$ 229,632
Interest	583
Miscellaneous	483
Total cash receipts	230,698
Expenditures:	
Personnel services	26,761
Contractual services	41,189
Commodities	164,044
Capital outlay	2,600
Total expenditures	234,594
Receipts over expenditures	(3,896)
Unencumbered cash, beginning	85,013
Unencumbered cash, ending	\$ 81,117

DOUGLAS COUNTY, KANSAS

**OTHER INFORMATION
OTHER POST-EMPLOYMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS**

December 31, 2010

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (b)</u>	<u>Unfunded AAL (b) – (a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as Percent of Payroll (b-a)/(c)</u>
10/01/2007	\$ --	\$ 62,294,659	\$ 62,294,659	0.0%	\$ 24,603,660	253.2%
01/01/2010	--	63,486,148	63,486,148	0.0%	25,766,105	246.4%